

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
NOTICE OF CHANGE IN WATER RIGHT OWNERSHIP

RECEIVED**NOV 02 2005**

Department of Water Resources
 Eastern Region

Please print or type. Attach pages with additional information. Instructions are included at the end of this form.
 Incomplete forms will be returned.

1. Please list the water right number(s) and/or adjudication claim number(s) (if any) for each water right to be changed. List just the adjudication claim number if there is no corresponding water right record on file with the department. Indicate, by checking in the space provided (under the "split" heading), if the change in ownership is limited to a portion of a water right in which case division of the existing water right or adjudication claim record will be required.

Water Right No(s).	Adjudication Claim No(s).	Split	Water Right No(s).	Adjudication Claim No(s).	Split
<u>25-04278</u>		<u>*No</u>			

***No Split, Complete Transfer**

2. The following **REQUIRED** information must be submitted with this form:

- A. The appropriate **FILING FEE**. See instructions for fee amounts.
- B. A copy of the most recent **DEED, TITLE POLICY, CONTRACT OF SALE** or other legal document indicating your ownership of the property and water right(s) or claim(s) in question, **WITH ATTACHED LEGAL DESCRIPTION**.
- C. Either of the following (if necessary to clarify division of water rights or other complex property descriptions):
PLAT OF PROPERTY or **SURVEY MAP** clearly showing the location of the point(s) of diversion and place of use of your water right(s) and/or adjudication claim(s) (these are usually attached to your deed or on file with the county).
OR
 If your water right(s) and/or adjudication claim(s) is for ten or more acres of irrigation, you must submit a USDA Farm Service Agency **AERIAL PHOTO** with the irrigated acres outlined and point(s) of diversion clearly marked. The **AERIAL PHOTO** should be submitted in place of the **PLAT OF PROPERTY** or **SURVEY MAP**.

3. Name and Address of Former Owner/Claimant(s) Ralph J. Steele *
531 S. 52nd E., Idaho Falls, ID 83401
4. New Owner/Claimant(s) SAGEWOOD RANCHES LIMITED PARTNERSHIP
 Name Connector (Check one): [] and, [] or, [] and/or
c/o Otto F. Jones
 New Mailing Address 10431 South 3200 West
 City, State and ZIP Code South Jordan, UT 84111
 New Telephone Number (801) 254-4262
5. Date you acquired the property 18 Oct 05

* Ralph J. Steele acted as nominee for all co-owners. See attached "Agreement Among Co-Owners, dated April 18, 2005 and recorded on June 17, 2005, as Instrument No. 554702, records of Bingham County, Idaho and "Correction to Agreement Among Co-Owners," dated July 15, 2005 and recorded on August 4, 2005 as Instrument #556549, records of Bingham County, Idaho, Warranty Deed, dated October 4, 2005 and recorded on the 18th day of October, 2005 as Instrument No. 559512, records of Bingham County, Idaho is attached.

6. **If the change in ownership affects the entire water right for each water right or adjudication claim number listed in item 1, THEN SKIP THIS ITEM AND GO TO ITEM 7.** If the change in ownership divides the water right(s) among multiple owners, you must describe, in detail, your portion of each water right after the change. Fill in the appropriate spaces in the box(es) below to describe your water right(s) after the change (one water right per box, you may copy this page as necessary). If your quantity of water is greater than a proportionate split, you must attach documentation to show justification for a larger amount. If you are not sure how to identify your portion of the original water right or adjudication claim records, please contact the nearest IDWR office for assistance.

DESCRIPTION OF YOUR PORTION OF WATER RIGHT (If the right(s) will not be split, skip this area and proceed to item 7)		
Water Right and/or Adjudication Claim Number _____		
Water Use	Diversion Rate or Volume (cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc)
Irrigation	_____	_____
Stock	_____	_____
Domestic	_____	_____
Other _____	_____	_____
Total	_____	_____

DESCRIPTION OF YOUR PORTION OF WATER RIGHT (If the right(s) will not be split, skip this area and proceed to item 7)		
Water Right and/or Adjudication Claim Number _____		
Water Use	Diversion Rate or Volume (cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc)
Irrigation	_____	_____
Stock	_____	_____
Domestic	_____	_____
Other _____	_____	_____
Total	_____	_____

7. Signature of New Owner(s) or Claimant(s) Sagewood Ranches Ltd Joint by Sagewood Ranches Inc dtd Jones J/JS
(include title if applicable)

For Snake River Basin Adjudication Claims: Please attach a Notice of Appearance completed by your attorney, if you wish IDWR to correspond with him/her for all matters related to your claims.

For Office Use Only

Received by _____	Date _____	Fee \$175-
Receipted by <u>JC</u>	Date <u>11-2-05</u>	Receipt No. <u>E031417</u>
Processed by _____ AJ	Date _____	WR _____ Date _____

OCT. 26. 2005 12:03PM

ALLIANCE TITLE

NO. 449

P. 1

ALLIANCE

TITLE & ESCROW CORP.

facsimile transmittal

To: R Clark Arnold

Fax: 801 532-3605

From: Josh

Date: 10/26/2005

Re: Sagewood Ranches Policy

Time: 12:09 PM

Pages: 9 including this cover sheet

Mr Arnold—

Pursuant to your request I am faxing you a copy of the title policy for the recent Sagewood Ranch acquisition. Please note a hard copy will follow via US Mail.

Good Day,

001
Joshua

248 W Pacific Suite 'A'
P O Box 1007
Blackfoot ID 83221
Phone: (208) 785-4573
Fax: (208) 785-2620

IF YOU DO NOT RECEIVE ALL OF THE PAGES, PLEASE CALL BACK AS SOON AS POSSIBLE (208) 785-4573. THIS MESSAGE IS INTENDED ONLY FOR THE USE OF THE INDIVIDUAL OR ENTITY TO WHICH IT IS ADDRESSED AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, CONFIDENTIAL AND EXEMPT FROM DISCLOSURE UNDER APPLICABLE LAW. IF THE READER OF THIS MESSAGE IS NOT THE INTENDED RECIPIENT, YOU ARE HEREBY NOTIFIED THAT ANY DISSEMINATION OR DISTRIBUTION OF THIS COMMUNICATION TO OTHER THAN THE INTENDED RECIPIENT IS STRICTLY PROHIBITED. IF YOU HAVE RECEIVED THIS COMMUNICATION IN ERROR, PLEASE NOTIFY US IMMEDIATELY BY TELEPHONE AT (800) 594-9731. AND RETURN THE ORIGINAL MESSAGE TO US AT THE ABOVE ADDRESS VIA THE U.S. POSTAL

AMERICAN LAND TITLE ASSOCIATION
OWNER'S POLICY
(10-17-92)

COPY Policy No. 72106- 1258691

CHICAGO TITLE INSURANCE COMPANY

SUBJECT TO THE EXCLUSIONS FROM COVERAGE, THE EXCEPTIONS FROM COVERAGE CONTAINED IN SCHEDULE B AND THE CONDITIONS AND STIPULATIONS, CHICAGO TITLE INSURANCE COMPANY, a Missouri corporation, herein called the Company, insures, as of Date of Policy shown in Schedule A, against loss or damage, not exceeding the Amount of Insurance stated in Schedule A, sustained or incurred by the insured by reason of:

1. Title to the estate or interest described in Schedule A being vested other than as stated therein;
2. Any defect in or lien or encumbrance on the title;
3. Unmarketability of the title;
4. Lack of a right of access to and from the land.

The Company will also pay the costs, attorneys' fees and expenses incurred in defense of the title, as insured, but only to the extent provided in the Conditions and Stipulations.

In Witness Whereof, CHICAGO TITLE INSURANCE COMPANY has caused this policy to be signed and sealed as of Date of Policy shown in Schedule A, the policy to become valid when countersigned by an authorized signatory.

CHICAGO TITLE INSURANCE COMPANY

By:

James M. Friel

President

ATTEST:

John C. J.

Secretary



OWNER'S POLICY
SCHEDULE A

COPY

Order Number	Policy Number	Date of Policy	Amount of Insurance	Premium Amount
3020405581-Z	72106-1258691	October 18, 2005 At 2:24PM	\$3,600,000.00	\$7,980.00

1. Name of Insured:

Sagewood Ranches Limited Partnership, a Utah Limited Partnership

2. The estate or interest in the land which is covered by this policy is:

Fee Simple

3. Title to the estate or interest in the land is vested in:

Sagewood Ranches Limited Partnership, a Utah Limited Partnership

4. The land referred to in this policy is described as follows:

Township 3 South, Range 40 East, Boise Meridian, Bingham County, Idaho

Section 3: SW $\frac{1}{4}$

Section 4: SE $\frac{1}{4}$; E $\frac{1}{2}$ SW $\frac{1}{4}$

Section 7: E $\frac{1}{2}$ SE $\frac{1}{4}$; SE $\frac{1}{4}$ NE $\frac{1}{4}$

Section 8: S $\frac{1}{2}$; S $\frac{1}{2}$ NW $\frac{1}{4}$; SW $\frac{1}{4}$ NE $\frac{1}{4}$; E $\frac{1}{2}$ NE $\frac{1}{4}$

Section 9: ALL

Section 10: W $\frac{1}{2}$ and all of that part of E $\frac{1}{2}$ lying West of Willow Creek

Section 14: That part of W $\frac{1}{2}$ SW $\frac{1}{4}$ lying West of Willow Creek

Section 15: SW $\frac{1}{4}$ NE $\frac{1}{4}$; N $\frac{1}{2}$ NW $\frac{1}{4}$; NW $\frac{1}{4}$ NE $\frac{1}{4}$, those parts of NE $\frac{1}{4}$ NE $\frac{1}{4}$ and SE $\frac{1}{4}$ lying West of Willow Creek

Section 16: ALL

Section 20: SE $\frac{1}{4}$; E $\frac{1}{2}$ NE $\frac{1}{4}$

Section 21: W $\frac{1}{2}$; W $\frac{1}{2}$ NE $\frac{1}{4}$.

END OF SCHEDULE A

OWNER'S POLICY

Order No: 3020405581-Z

Policy No: 72106-1258691

SCHEDULE B PART I**EXCEPTIONS FROM COVERAGE**

This policy does not insure against loss or damage (and the Company will not pay costs, attorneys' fees or expenses) which arise by reason of:

General Exceptions:

1. Rights or claims of parties in possession not shown by the public records.
2. Encroachments, overlaps, boundary line disputes, and any other matters which would be disclosed by an accurate survey or inspection of the premises including, but not limited to, insufficient or impaired access or matters contradictory to any survey plat shown by the public records.
3. Easements, or claims of easement, not shown by the public records.
4. Any lien, or right to a lien, for services, labor, or material heretofore or hereafter furnished, imposed by law and not shown by the public records.
5. (a) Unpatented mining claims; (b) reservations or exceptions in patents or in Acts authorizing the issuance thereof; (c) water rights, claims or title to water, whether or not the matters excepted under (a), (b), or (c) are shown by the public records.
6. Taxes or special assessments which are not shown as existing liens by the public records of any taxing authority that levies taxes or assessments on real property or by the public records. Proceedings by a public agency which may result in taxes or assessments, or notices of such proceedings, whether or not shown by the records of such agency or by the public records.

SCHEDULE B PART II**Special Exceptions:**

1. Taxes, including any assessments collected therewith, for the year 2005, which are a lien not yet payable.
2. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.

Recorded: November 27, 1925.

Official Records: Book 45, Page 250

As follows: Excepting and re-reserving, however, to the United State all the coal and other minerals in the lands so entered and patented, together with the right to prospect for, mine, and remove the same pursuant to the provisions and limitations of the Act of December 29, 1916 (39 Stat., 862)

Affects: SE $\frac{1}{4}$ NE $\frac{1}{4}$; E $\frac{1}{4}$ SE $\frac{1}{4}$ Sec.7; SW $\frac{1}{4}$ NE $\frac{1}{4}$; S $\frac{1}{2}$ NW $\frac{1}{4}$; SW $\frac{1}{4}$; W $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 8.

3. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: June 28, 1921.
Official Records: Book 45, page 57
As follows: Excepting and reserving, also, to the United States all the phosphate in the East half of the Southeast quarter of said Section Eight and the Northwest Quarter of the Southwest Quarter of said Section Nine, and to it, or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions and subject to the provisions and limitations of the Act of July 17, 1914 (38 Stat., 509)
Affects: W½SW¼ Sec. 9; E½SE¼ Sec. 8.
4. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: December 20, 1920.
Official Records: Book 45, Page 15
As follows: Also, excepting, and reserving to the United States all the phosphate in the lands so patented, and to it, or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions and subject to the provisions and limitations of the Act of July 17, 1914 (38 Stat., 509)
Affects: SE¼ Sec. 15.
5. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: November 7, 1929.
Official Records: Book 45, page 371
As follows: Excepting and reserving, also to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions and subject to the provisions and limitations of the Act of July 17, 1914 (38 Stat., 509)
Affects: SW¼NE¼ Sec. 15.
6. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: September 19, 1919.
Instrument No.: 704364 of Official Records
As follows: Excepting and reserving also, to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions of and subject to the provisions and limitations of the Act of July 7, 1914 (38 Stat., 509). Affects: Sec. 9
7. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: February 6, 1929.
Instrument No.: 838379 of Official Records
As follows: Excepting and reserving also, to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions of and subject to the provisions and limitations of the Act of July 7, 1914 (38 Stat., 509). Affects: Sec. 9

8. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: June 17, 1920.
Instrument No.: 735714 of Official Records.
As follows: Excepting and reserving also, to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions of and subject to the provisions and limitations of the Act of July 7, 1914 (38 Stat., 509). Affects: Sec. 10
9. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: June 28, 1921.
Instrument No.: 3018 of Official Records
As follows: Excepting and reserving also, to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions of and subject to the provisions and limitations of the Act of July 7, 1914 (38 Stat., 509). Affects: Sec. 9
10. Reservations and exceptions in the United States Patent, and in the act authorizing the issuance thereof.
Recorded: November 7, 1929.
Book 45, Page 371, of Official Records.
As follows: Excepting and reserving also, to the United States all the phosphate in the lands so patented, and to it or persons authorized by it, the right to prospect for, mine, and remove such deposits from the same upon compliance with the conditions of and subject to the provisions and limitations of the Act of July 7, 1914 (38 Stat., 509). Affects: Secs. 10 and 15
11. Exceptions and reservations contained in the deed from the State of Idaho
Recorded: October 5, 1951 as Instrument No. 7796.
Records of: Bingham County
Wherein mineral rights are reserved to the state. (47-701 Idaho Code)
Affects: W½ Sec. 16.
12. Exceptions and reservations contained in the deed from the State of Idaho
Recorded: October 5, 1951, as Instrument No. 7795.
Records of: Bingham County
Wherein mineral rights are reserved to the state. (47-701 Idaho Code)
Affects: SE¼NE¼; W¼NE¼; SE¼ Sec. 16.
13. Exceptions and reservations contained in the deed from the State of Idaho
Recorded: March 1, 1945, as Instrument No. 6533.
Records of: Bingham County
Wherein mineral rights are reserved to the state. (47-701 Idaho Code)
Affects: Sec. 16.
14. Right of way for ditches, tunnels, telephone and distribution lines constructed by authority of the United States, as granted to the United States under the provisions of Section 58-604 Idaho Code.
Affects: Sec. 16

15. An easement for the purpose shown below and rights incidental thereto as set forth in a document.
Granted to: United States of America.
Purpose: Road.
Recorded: August 23, 1983.
Instrument/File No. 309916
Re-Recorded: November 4, 1985
Instrument No. 340980.
Affects: Sec. 16.
16. An Correction Oil and Gas Lease for the term therein provided with certain covenants, conditions and provisions, together with easements, if any, as set forth therein.
Lessor: Keith Larsen and Betty S. Larsen, his wife; Keith Peterson and Kathleen L. Peterson, his wife; and Ralph Steele and Lucile I. Steele, his wife, individually and doing business as Deer Creek Land and Cattle Company, a Partnership.
Lessee: Richard C. Hoefle.
Recorded: July 30, 1977.
Instrument No.: 226966 of Official Records.
- Assignment of Lease
Recorded: July 14, 1977
Instrument No.: 227428 of Official Records
- Assignment of Lease
Recorded: July 28, 1977
Instrument No.: 227700 of Official Records
- Assignment of Lease
Recorded: September 5, 1978
Instrument No.: 243305 of Official Records
- Assignment of Lease
Recorded: March 11, 1980
Instrument No.: 263655 of Official Records
- Assignment of Lease
Recorded: June 5, 1981
Instrument No.: 274671 of Official Records
- Assignment of Lease
Recorded: June 5, 1981
Instrument No.: 274672 of Official Records
- Assignment of Lease
Recorded: January 13, 1986
Instrument No.: 343241 of Official Records

17. Right, title and interest of the Public in and to those portions of above described property falling within the bounds of roads and highways, as disclosed by the Bingham County Assessors plats.

END OF SCHEDULE B

Countersigned:

Authorized Signature

559512

ORIGINAL FILED UNDER
BLACKFOOT, IDAHO
FEE 15.00 DEP *hw*

COPY

2005 OCT 18 PM 2: 24

WARRANTY DEED

RECORDED AT THE REQUEST OF

Alliance Title & Escrow Corp

FOR VALUE RECEIVED, **RALPH J. STEELE**, also known as **RALPH STEELE**, of 531 S. 52nd East, Idaho Falls, Idaho 83401 ("**Ralph**"); **KEITH LARSEN** and **BETTY S. LARSEN**, Trustees of the **KEITH AND BETTY LARSEN LIVING TRUST**, dated April 10, 1996, and any amendments thereto, of 665 W. Main Street, Rexburg, Idaho 83440 ("**Keith & Betty Trust**"); **JEFFREY KEITH PETERSON**, as sole Trustee of the **KEITH L. PETERSON TESTAMENTARY TRUST**, effective on the death of Keith L. Peterson on January 8, 1997 ("**Keith Peterson Trust**"); and **KDJM INVESTMENTS LLC**, an Idaho Limited Liability Company, c/o Kathleen L. Peterson, Resident Manager, 256 Cornell Ave., Rexburg, Idaho 83440 ("**KDJM**"), "Grantors" do hereby grant, bargain, sell, warrant and convey unto **SAGEWOOD RANCHES LIMITED PARTNERSHIP**, A Utah Limited Partnership, the general Partner of which is Sagewood Ranches, Inc., a Utah corporation, of South Jordan, Utah, hereinafter called "Grantee", the following described real property in Bingham County, Idaho:

Twp. 3 S., Rge. 40 E., Boise Mer.:

- Sec. 3: SW $\frac{1}{4}$
- Sec. 4: SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$
- Sec. 7: E $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$
- Sec. 8: S $\frac{1}{2}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NE $\frac{1}{4}$
- Sec. 9: All
- Sec. 10: W $\frac{1}{2}$ and all of that part of E $\frac{1}{2}$ lying West of Willow Creek
- Sec. 14: That part of W $\frac{1}{2}$ SW $\frac{1}{4}$ lying West of Willow Creek
- Sec. 15: N $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, those parts of NE $\frac{1}{4}$ NE $\frac{1}{4}$ and SE $\frac{1}{4}$ lying West of Willow Creek
- Sec. 16: All
- Sec. 20: SE $\frac{1}{4}$, E $\frac{1}{2}$ NE $\frac{1}{4}$
- Sec. 21: W $\frac{1}{2}$, W $\frac{1}{2}$ NE $\frac{1}{4}$

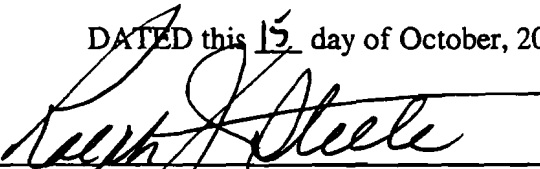
Subject to County road running through the property; applicable zoning laws and ordinances, and environmental laws, rules and regulations; and variations between fences and boundaries, encroachments by adjoining owners, and encroachments on adjoining non-owned land; taxes for 2005; and easements, restrictions, reservations and rights of way of record.

Together with any and all water rights appurtenant thereto, including but not limited to water rights which are for stockwater and irrigation, as set forth in Partial Decrees entered on September 30, 2005 in the Snake River Basin Adjudication Court of the State of Idaho, confirming Water Rights #25-04276, #25-04277, #25-04283, #25-13094, #25-13095, and #25-13097 and Water Right #25-04278, decreed on March 26, 1999. With rights, if any, quitclaimed by this Deed without any warranty under Application #25-13096 recommended for disallowance by IDWR, and NOT decreed by the SRBA Court.

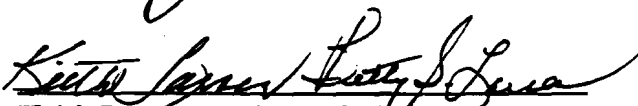
Together with all improvements thereon and appurtenances thereto including but not limited to all buildings, fences, growing crops, timber, and livestock handling facilities, in an **AS IS CONDITION WITH NO WARRANTIES, EXPRESS NOR IMPLIED AS TO QUALITY OR CONDITION OF THE SAME.**

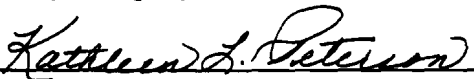
Together with all of Grantors' rights in and to any mineral interests in the real property.

DATED this 15 day of October, 2005.

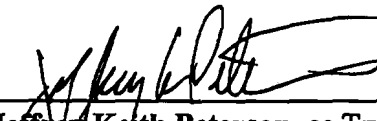

Ralph J. Steele

KDJM Investments LLC, an Idaho Limited Liability Company


Keith Larsen and Betty S. Larsen, as Trustees of the Keith and Betty Larsen Living Trust

by: 
Kathleen Peterson, Member Manager

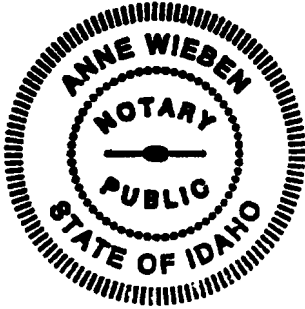
by: 
Jeffrey Keith Peterson, Member Manager


Jeffrey Keith Peterson, as Trustee of the Keith L. Peterson Testamentary Trust

Acknowledgment

STATE OF IDAHO,)
 ss.
County of Madison.)

On this 12th day of October, 2005, before me, the undersigned, a Notary Public in and for said State, personally appeared RALPH J. STEELE, also known as Ralph Steele, known to me to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same.

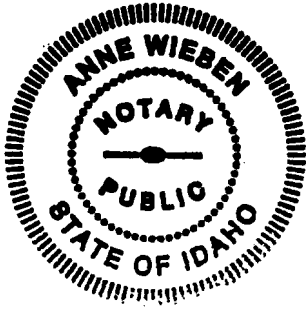


Anne Weber
Notary Public for Idaho
Residing at: Rexburg
My Commission Expires: 7/27/2007

Acknowledgment by Trustees

STATE OF IDAHO,)
 ss.
County of Madison.)

On this 13th day of October, 2005, before me, the undersigned, a Notary Public in and for said State, personally appeared KEITH LARSEN and BETTY S. LARSEN, known to me to be persons whose names are subscribed to the within instrument as the Trustees of the KEITH AND BETTY LARSEN LIVING TRUST, and acknowledged to me that they executed the same as such Trustees.



Anne Weber
Notary Public for Idaho
Residing at: Rexburg
My Commission Expires: 7/27/2007

STATE OF IDAHO,)
 ss.
County of Madison.)

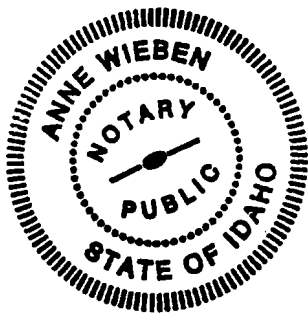
STATE OF IDAHO,)
 SS.
County of Madison.)

Warranty Deed – Page 4 of 5
STEELER.WD

Acknowledgment by Trustee

[illegible]

On this 15 day of October, 2005, before me, the undersigned, a Notary Public in and for said State, personally appeared JEFFREY KEITH PETERSON, known to me to be person whose name is subscribed to the within instrument as the Sole Trustee of the KEITH L. PETERSON TESTAMENTARY TRUST, and acknowledged to me that he executed the same as such Trustee.




Notary Public for Idaho
Residing at Rexburg
My Commission expires: 7/27/2007

559512



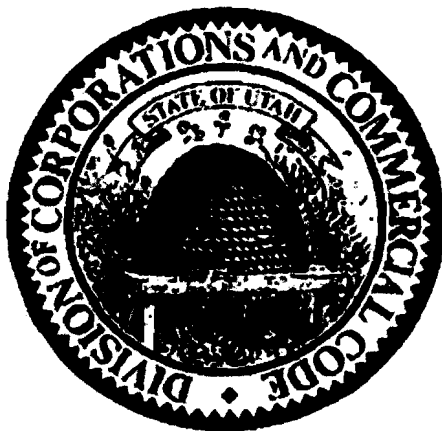
Utah Department of Commerce
Division of Corporations & Commercial Code
160 East 300 South, 2nd Floor, PO Box 146705
Salt Lake City, UT 84114-6705
Service Center: (801) 530-4849
Toll Free: (877) 526-3994 Utah Residents
Fax: (801) 530-6438
Web Site: <http://www.commerce.utah.gov>

10/12/2005
1009986-014210122005-457649

CERTIFICATE OF EXISTENCE

Registration Number:	1009986-0142
Business Name:	SAGEWOOD RANCHES, INC.
Registered Date:	August 31, 1988
Entity Type:	Corporation
Current Status:	Good Standing

The Division of Corporations and Commercial Code of the State of Utah, custodian of the records of business registrations, certifies that the business entity on this certificate is authorized to transact business and was duly registered under the laws of the State of Utah. The Division also certifies that this entity has paid all fees and penalties owed to this state; its most recent annual report has been filed by the Division; and, that Articles of Dissolution have not been filed.



Kathy Berg

Kathy Berg
Director
Division of Corporations and Commercial Code



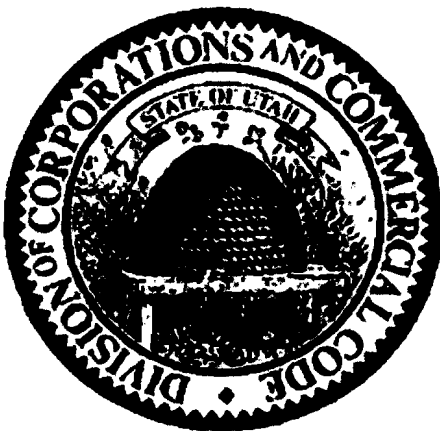
Utah Department of Commerce
Division of Corporations & Commercial Code
160 East 300 South, 2nd Floor, PO Box 146705
Salt Lake City, UT 84114-6705
Service Center: (801) 530-4849
Toll Free: (877) 526-3994 Utah Residents
Fax: (801) 530-6438
Web Site: <http://www.commerce.utah.gov>

10/12/2005
2112927-018010122005-457647

CERTIFICATE OF EXISTENCE

Registration Number:	2112927-0180
Business Name:	SAGEWOOD RANCHES LIMITED PARTNERSHIP
Registered Date:	May 01, 1990
Entity Type:	Limited Partnership
Current Status:	Good Standing

The Division of Corporations and Commercial Code of the State of Utah, custodian of the records of business registrations, certifies that the business entity on this certificate is authorized to transact business and was duly registered under the laws of the State of Utah. The Division also certifies that this entity has paid all fees and penalties owed to this state; its most recent annual report has been filed by the Division; and, that Articles of Dissolution have not been filed.



Kathy Berg

Kathy Berg
Director
Division of Corporations and Commercial Code

